



# SemGroup and KKR Form Canadian Joint Venture and Acquire Meritage Midstream ULC

Creates Canadian Midstream Infrastructure Platform  
With Advantaged Assets

**C\$1.15B**

SemCAMS  
value

**SEMG**  
**51%**

**KKR**  
**49%**

Ownership

**C\$600M**

For Meritage  
Midstream  
Acquisition

## Strengthens

Transactions will immediately deleverage SemGroup and strengthen its capital position

## Accelerates

Diversifies SemCAMS portfolio, accelerates Canadian growth and expands midstream service offerings

## Partnership

KKR provides strategic and financial benefits

## Highly Contiguous Assets in Top-Tier Montney Play Expand SemCAMS' Footprint

### 1Q 2019 Expected Close

**Acres Dedicated** • 400,000

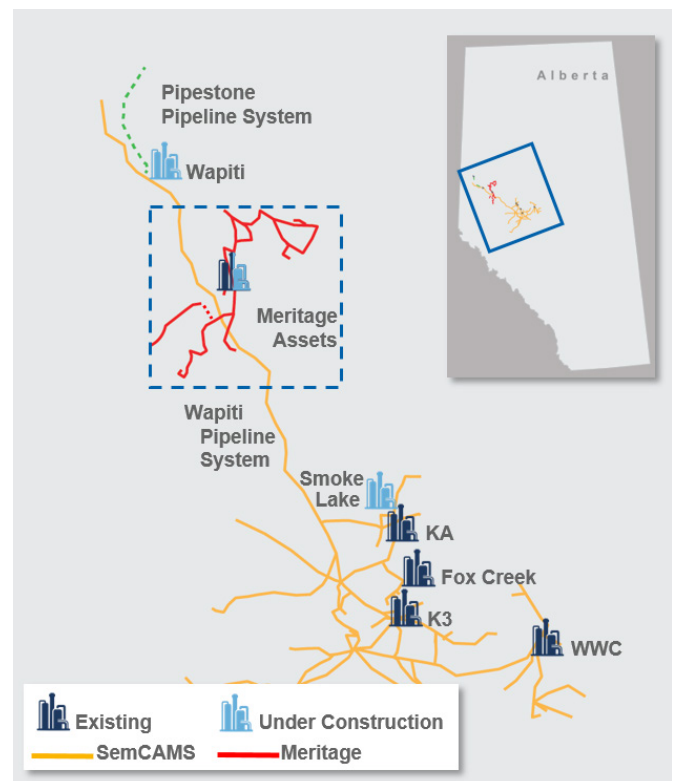
**Operating Processing Capacity<sup>(1)</sup>** • 1.3 Bcf/d

**Gas Processing Capacity Under Construction**

- 200 MMcf/d Wapiti Gas Plant
- 200 MMcf/d Patterson Creek
- 60 MMcf/d Smoke Lake Plant

**Operating Pipeline Capacity**

- ~700 miles of natural gas pipelines



(1) Includes growth projects under construction